

**STATE OF MICHIGAN
DEPARTMENT OF ENERGY, LABOR AND ECONOMIC GROWTH
OFFICE OF FINANCIAL AND INSURANCE REGULATION**

Bulletin 2009-04-INS

In the matter of

**Annual Adjustment of the Fire Insurance Maximum
Escrow under the Michigan Insurance Code**

Issued and entered
this 13th day of February 2009
By Ken Ross
Commissioner

Sections 2227 and 2845 of the Insurance Code, 1956 PA 218, MCL 500.2227 and 500.2845, allow municipalities which participate in the fire insurance withholding program to escrow 25% of a fire insurance settlement for losses which meet established criteria to real property within the boundaries of the municipality. For residential property, the 25% settlement shall not exceed a maximum amount which is adjusted annually, beginning June 1, 1999, from the original maximum of \$6,000, in accordance with the consumer price index.

The new fire insurance maximum withholding amount effective **June 1, 2009 through May 31, 2010 is \$7,860.**

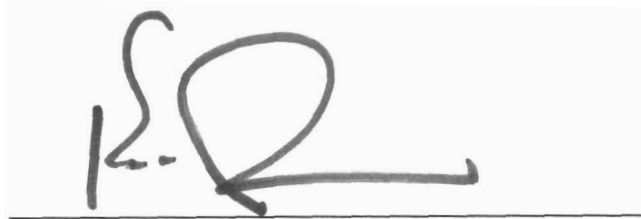
The maximum assignment levels for recent years are as follows:

June 1, 2008 through May 31, 2009 ----	\$7,681
June 1, 2007 through May 31, 2008 ----	\$7,443
June 1, 2006 through May 31, 2007 ----	\$7,304
June 1, 2005 through May 31, 2006 ----	\$7,064
June 1, 2004 through May 31, 2005 ----	\$6,879
June 1, 2003 through May 31, 2004 ----	\$6,725

The list of municipalities participating in the Fire Insurance Withholding Program is found at:
http://www.michigan.gov/documents/cis_ofis_pa495lst_25173_7.pdf

Any questions regarding this bulletin should be directed to:

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A handwritten signature in dark ink, appearing to be 'K. Ross', written over a horizontal line.

Ken Ross
Commissioner